



DEFENSE FINANCE AND ACCOUNTING SERVICE

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JUL 16 1999

DFAS-HQ/FMM

MEMORANDUM FOR DIRECTOR, DEFENSE FINANCE AND ACCOUNTING SERVICE
DENVER CENTER
DIRECTOR, DEFENSE FINANCE AND ACCOUNTING SERVICE
CLEVELAND CENTER

SUBJECT: Update to the Department of Defense Financial
Management Regulation, Vol 7B, Civil Service
Retirement (DFAS Item I-4)

Attached is DFAS Interim Change Number R9-99 to the DoDFMR
Volume 7B. This change is effective immediately.

We have evaluated your comments on the draft change to the
DoDFMR, Volume 7B. The attached final version of the change
includes comments where appropriate. Assignment of an interim
change number is your authority to initiate a procedural
modification to facilitate this change. For the Denver Center,
use the attached to initiate the formal change to the DoDFMR,
Volume 7B.

My point of contact is Mr. Fiti Malufau. He may be reached
at (703)-607-5061 or DSN 327-5061. Our fax number is
(703) 602-5271 or DSN 332-5271.

for Gregory P. Bitz
Gregory P. Bitz
Director for Finance

Attachment:
As stated

cc: DASD (MMP) (COMP)
ODGC (F)
DFAS-DE/DG
Service Liaisons
USCG/NOAA/PHS Liaisons

1. Paragraph 30124, revise to read:

"Civil Service regulations prohibit the credit of military service for retirement annuity purposes if the retiree is receiving retired pay except retired pay awarded in accordance with paragraph 30122. A retiree who is in receipt of retired pay may elect to waive the retired pay and have the military service added to civilian service for annuity computation purposes. In situations where a retiree has waived all or a portion of the retired pay in order to receive VA compensation, the retiree must also renounce the VA compensation in order to have military service added to civilian service for annuity computation purposes.

2. Change the Bibliography to read:**"Paragraph****Citation**

30124

5 CFR 831.301
41 Comp Gen 460"